

General Assembly

Substitute Bill No. 179

February Session, 2022



AN ACT CONCERNING CASH REFUNDS FOR GIFT CARD BALANCES.

Be it enacted by the Senate and House of Representatives in General Assembly convened:

- Section 1. Section 42-461 of the general statutes is repealed and the following is substituted in lieu thereof (*Effective October 1, 2022*):
- 3 (a) For the purposes of this section, "gift card" means a record 4 evidencing a promise, made for consideration, by the seller or issuer of 5 the record that goods or services will be provided to the owner of the record to the value shown in the record and includes, but is not limited 6 7 to, a record that contains a microprocessor chip, magnetic stripe or other 8 means for the storage of information, that is prefunded and for which 9 the value is decremented upon each use, an electronic gift card, stored-10 value card or certificate, a store card or a similar record or card. "Gift 11 card" does not include: (1) A general-use prepaid card, as defined in 12 12 CFR 1005.20(a)(3), as from time to time amended, (2) a gift certificate 13 donated or sold below face value by a retailer to a charitable 14 organization or nonprofit community organization, (3) a linked prepaid 15 card, as defined in section 42-460a, (4) a card or certificate issued by a 16 retailer pursuant to an awards, loyalty or promotional program for 17 which no money or other item of monetary value was exchanged, (5) a 18 gift certificate or card sold below face value by a retailer, (6) a gift

- certificate or card sold by a retailer that does not have a retail establishment in this state, or (7) a gift certificate that is issued only on paper.
 - (b) Each seller or issuer of a gift card shall provide the purchaser of such gift card with either an electronic or paper copy of a (1) proof of purchase receipt, or (2) gift receipt for such gift card.
- 26 (c) If a person uses a gift card to purchase goods or services and the 26 balance on the gift card is less than [three] <u>five</u> dollars after such 27 purchase, the person accepting the gift card as payment, if requested by 28 the purchaser, shall provide the purchaser with a cash refund equal to 29 the value of the remaining balance on the gift card after the purchase.
- [(d) The provisions of subsection (c) of this section shall only apply if the purchaser provides the person accepting the gift card as payment proof of purchase or a gift receipt for such gift card.]

This act shall take effect as follows and shall amend the following sections:

Section 1 October 1, 2022 42-461

BA Joint Favorable Subst.

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